

AGREEMENT

BETWEEN

THE OFFICE OF THE AUDITOR GENERAL OF NORWAY AND

THE STATE AUDIT OFFICE OF THE REPUBLIC OF MACEDONIA REGARDING THE IMPROVEMENT OF EFFICIENCY AND QUALITY OF AUDIT WORK WITH APPLICATION OF AUDIT MANAGEMENT SYSTEM

PREAMBLE

WHEREAS The State Audit Office of the Republic of Macedonia and The Office of the Auditor General of Norway, hereinafter collectively referred to as "the Parties", have entered into an Agreement (Memorandum of Understanding), dated 10.09.2012 regarding the cooperation on an electronic Audit Management System,

WHEREAS The Parties, as stated in the MoU will carry out the cooperation in accordance with an agreement and a project document (hereinafter referred to as the "Project document),

WHEREAS the Project document sets forth the terms and conditions of the Parties' institutional cooperation and contains an outline of cooperation areas/activities and an implementation plan which is enclosed to this Agreement.

The Parties agree as follows:

OBLIGATIONS AND RESPONSIBILITES OF THE PARTIES

The Parties shall cooperate fully to ensure that the Goal and Objectives of the institutional cooperation outlined in the Project Document are successfully accomplished.

The Parties shall cooperate to implement activities and intend to produce outputs as outlined in the Project Document and prepared and approved by the Parties in Annual Plans.

The Parties mutual obligations, management and the Project steering mechanisms will be in accordance with the terms and conditions set forth in the Project Document.

DURATION AND TERMINATION

This Agreement shall remain in force until 31.12.2016 or as otherwise agreed by the Parties at the Annual Meeting.

In case of serious breach of the Agreement, or if the conditions for which the cooperation is established changes substantially, either of the Parties may initiate a termination of the

Agreement. In such a case the Parties shall make their best effort to terminate the cooperation activities as soon as possible.

ENTRY INTO FORCE

This Agreement shall enter into force from the date of signature by the Parties.

Two original copies of this Agreement have been signed, each in English and Macedonian language, both texts equally authentic, of which the Parties shall retain one each.

Tanja Tanevska, M.Sc.

Auditor General

Jørgen Køsmo Auditor General

State Audit Office of the Republic of Macedonia

Office of the Auditor General of Norway

26.04-2013

Date

Lle agent 2013.